\$19m proposed settlement for Harvey Weinstein victims rejected

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- Manhattan Judge Alvin K Heellerstein rejected the \$19M proposal on Tuesday
- He noted that the women involved in the class-action suit were too varied to be grouped together
- The deal would also result in a \$15M defense fund for Weinstein and his team
- NY Attorney General Letitia James, who proposed the deal on June 30, said her office is reviewing the decision will determine its next steps
- Six accusers on Monday had argued that the deal would ultimately amount to \$11.2M after legal costs, with typical awards of just \$10,000 to \$20,000 each

A federal judge has rejected a \$19million proposed settlement for Harvey Weinstein's accusers after several women slammed the deal as a 'cruel hoax' that would result in the disgraced movie mogul not paying a dime.

U.S. District Judge Alvin K. Heellerstein in Manhattan announced the move on Tuesday noting the accusers in the class-action suit were too varied to be grouped together.

'Based on my studies of the papers, based on my study of the objection papers, and based on the flaws that I have already noted, I will not give preliminary approval to the settlement,' he said.

Heellerstein told the plaintiff's lead attorney Elizabeth Fagan that the deal would 'create inequality' among those involved, because not every woman was subjected to the same extent of sexual abuse, <u>Deadline</u> reported.

He also highlighted the fact that it would leave Weinstein and his team with a \$15million defense fund which he called 'unconscionable.'

The deal to settle the lawsuits, brought by New York Attorney General Letitia James and the Chicago lawyer on behalf of multiple women, would have seen accusers claim \$7,500 to \$750,000 each.

A spokesperson for James, who announced the tentative agreement on June 30, said her office is reviewing the decision and determining its next steps.

'Our office has been fighting tirelessly to provide these brave women with the justice they are owed and will continue to do so,' Morgan Rubin said in a written statement.

Lawyers for several women who had opposed the deal have praised what they described as Hellerstein's swift rejection of a one-sided proposal.

In a Manhattan federal court filing Monday, six women said the settlement would ultimately add up to a \$11.2million payout after deducting legal fees and costs, with typical awards of just \$10,000 to \$20,000 - while shielding the defendants' insurers from big payouts.

The opposition document was filed by attorneys for accusers Wedil David, Dominique Huett, Kaja Sokola, Rowena Chiu, Zelda Perkins and Tarale Wulff, according to <u>The Wrap.</u>

They argued that the settlement 'absolved' Weinstein, his brother Bob Weinstein and the board of liability, while while setting aside another \$15.2million to help cover their defense costs.

'Equally reprehensible are the millions of dollars going to lawyers, corporations and famous actors at the expense of the survivors, while the insurance companies pay pennies on the dollar and Harvey Weinstein himself pays nothing,' lawyers said in a joint statement Monday.

'The efforts being made to prevent women from continuing with their litigation and holding those responsible for their trauma accountable are simply unprecedented. We are heartened by the growing opposition to this settlement and are hopeful that it will be rejected.'

A spokesman for Weinstein did not immediately comment. A lawyer for his companies declined comment.

The 68-year-old former Hollywood producer was convicted earlier this year of rape and sexual assault against two women.

Accusations by dozens of women in 2017 led to the downfall of his career and gave rise to #MeToo, the global movement to hold powerful men accountable for their sexual misconduct.

Weinstein was diagnosed in March with the coronavirus just days after he was moved to the state's maximum security Wende Correctional Facility near Buffalo to begin serving his 23-year prison sentence.

Weinstein is currently serving out his sentence at Wende Correctional Facility in Erie County, New York